COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INQUIRY INTO INTRALATA TOLL)
COMPETITION, AN APPROPRIATE)
COMPENSATION SCHEME FOR COMPLETION)
OF INTRALATA CALLS BY INTEREXCHANGE)
CARRIERS, AND WATS JURISDICTIONALITY)

) ADMINISTRATIVE) CASE NO. 323) PHASE I

ORDER

This investigation will be submitted for Commission decision upon conclusion of the briefing schedule which was established at the October 29, 1990 hearing. The Commission, being sufficiently advised, HEREBY ORDERS that any party may address the following issue by separate brief due January 7, 1991:

Currently, the Commission has the authority to expand local calling exchanges and areas to encompass what would otherwise be intraLATA toll areas. Are any issues raised concerning confiscation relative to interexchange carriers under the following scenario?

IntraLATA competition is authorized giving carriers the opportunity to compete for intraLATA toll traffic. The Commission then deems it reasonable to return a portion of intraLATA toll traffic to local exchange carriers.

Done at Frankfort, Kentucky, this 7th day of December, 1990.

ATTEST:

PUBLIC SERVICE COMMISSION

Proguetive Director

For the Commission